1	JONATHAN D. BLUM, ESQ. Nevada Bar No. 009515	
2	Kolesar & Leatham	
3	400 South Rampart Boulevard, Suite 400 Las Vegas, Nevada 89145	
4	Telephone: (702) 362-7800 Facsimile: (702) 362-9472	
5	E-Mail: jblum@klnevada.com LISA L. CLAY, ESQ Pro Hac Vice (Illinois Bar N	(o. 6277257)
	345 North Canal Street Suite C202	0. 0211231)
6	Chicago, Illinois 60606-1333 Telephone: (312) 753-5302	
7	Email: <u>lclayaal@gmail.com</u> -and-	
8	JOSEPH CURTIS EDMONDSON, ESQ Pro Hac Vice	
9	EDMONDSON IP LAW, LAW OFFICES OF J. CURT 3699 NE John Olsen Ave.	IS EDMONDSON, PLLC
10	Hillsboro, Oregon 97124 Telephone: (503) 336-3749	
	Email <u>jcedmondson@edmolaw.com</u>	
11	Attorneys for Defendant/Counter-Plaintiff Brian Kabala	
12	UNITED STATES D	ISTRICT COURT
13	DISTRICT O	F NEVADA
14	* *	*
15	LHF PRODUCTIONS, INC., a Nevada Corporation,	CASE NO. 2:16-cv-020
16	Plaintiff,	
17	VS.	COUNTER-PLAINTI SUPPORT OF MO
18	AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA,	AWARD OF CO
	an individual; JOHN KOEHLY, an individual;	ATTORNEY FE 17 U.S.C. § 505 [E
19	DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID	17 0.5.0. 3 505 [1
20	POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an	
21	individual; AARON TAKAHASHI, an	
22	individual; and JOHN AND JANE DOES, 1-10,	
23	Defendants.	
24	BRIAN KABALA, an individual,	
	Counter-Plaintiff,	
25	vs.	
26	LHF PRODUCTIONS, INC., a Nevada	
27	Corporation,	
28	Counter-Defendant.	

CASE NO. 2:16-cv-02028-JAD-NJK

COUNTER-PLAINTIFF'S REPLY IN SUPPORT OF MOTION FOR AWARD OF COSTS AND ATTORNEY FEES UNDER 17 U.S.C. § 505 [ECF NO.184]

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

COUNTER-PLAINTIFF'S REPLY IN SUPPORT OF MOTION FOR AWARD OF CO	STS
AND ATTORNEY FEES UNDER 17 U.S.C. § 505 [ECF NO.184]	

Counter-Plaintiff Brian Kabala ("Kabala"), in accordance with Fed. R. Civ. P. 54, LR 54-14, 17 U.S.C. § 505 and other authorities discussed herein, respectfully answers the objection of Plaintiff LHF Productions Inc." ("LHF" or "Plaintiff") and reiterates his request for an award of attorneys' fees against Plaintiff/Counter-Defendant LHF. As more fully set forth below, Kabala is a prevailing party under §505 of the Copyright Act. Application of the analysis recently set forth by the Ninth Circuit in Glacier Films (USA), Inc. v. Turchin, No. 16-35688, 2018 U.S. App. LEXIS 20521 (9th Cir. July 24, 2018) supports - indeed obligates - a fee award to prevailing party Kabala.

Dated this 9th day of October, 2018.

Kolesar & Leatham

By

JONATHAN D. BLUM, ESQ. Newada Bar No. 009515 KOLESAR & LEATHAM 400 South Rampart Boulevard, Suite 400 Las Vegas, Nevada 89145

-and-

LISA L. CLAY, ESQ. - Pro Hac Vice Illinois Bar No. 6277257 345 North Canal Street Suite C202 Chicago, Illinois 60606-1333 Telephone: (312) 753-5302 lclayaal@gmail.com Email:

JOSEPH CURTIS EDMONDSON, ESO. - Pro Hac Vice (California Bar No. 236105) EDMONDSON IP LAW, LAW OFFICES OF J. **CURTIS EDMONDSON, PLLC** 3699 NE John Olsen Ave. Hillsboro, Oregon 97124

Attorneys for Defendant/Counter-Plaintiff Brian Kabala

TEL: (702) 362-7800 / FAX: (702) 362-9472

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

MEMORANDUN	1	OF POINTS	AND A	AUTH	ORITIES

RESPONSE TO LHF'S FALSE AND MISLEADING RECITATION OF I. "RELEVANT FACTUAL AND PROCEDURAL HISTORY."

Plaintiff begins its response by suggesting that "in recognition of the fact that this case did not warrant the further cost or expense of litigation ... LHF made numerous overtures through its counsel from the outset of this case to settle this case." [ECF No. 190 at 2:2-3.] This statement is the first of many false statements made in LHF's filing. Kabala and his counsel suggest that LHF made only one actual settlement offer, and that offer was insufficient as a matter of law, Specifically, Kabala disputes that LHF ever offered to settle "for as low as \$50.00." [ECF No. 190 at 2:8.] (Declaration of Brian Kabala ("Kabala Dec.") attached hereto as Exhibit A at ¶ 3.) As to the November 2017 discussions LHF attempts to characterize as negotiations, they were, through the eyes of a pro se defendant, just more of the same bullying and threats Kabala had heard since he was first pressed by Plaintiff to pay for something he didn't do. . (Kabala Dec. ¶¶ 4, 5.) As Attorney Rainey's own words make clear:

"If you press on, then my client will have no choice but to re-file its claims against you. And this new case would be entirely focused on you and you alone." [ECF No. 190-3 at 5.];

"... you should be forewarned that ghostwriting legal documents is illegal. Also, I would not place any trust in the advice of a person claiming to be a legal professional that would do blatantly violate the court's rules." (sic.) [ECF No. 190-3 at 5.];

"[LHF] will not say that you didn't do it... I want you to meet with me in person and allow me the opportunity to dispel these conspiracy theories. You are allowing wild Internet speculation from extremely unreliable, self-serving sources, to paint your perception." [ECF No. 190-3 at 3];

"[Y]ou still dig in your heels and refuse to settle insisting that I somehow 'clear your name.' What does that even mean? That's not a settlement." [ECF No. 190-2 at 2.]

As LHF's Attorney's own words make plain, the only "offer" on the table was payment of costs and "guarantees against future suits from LHF" [ECF No. 190-3 at 2] - whatever that means – not entry of the declaration of non-infringement Kabala sought. And payment of costs came with some hefty conditions, most notably a requirement that Kabala be "set straight"

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

through an in person meeting with Attorney Rainey. These discussions never formed the basis of a meaningful offer and were (reasonably) rejected by Kabala in any case. (Kabala Dec. ¶ 5.)

LHF also references an Offer of Judgment [ECF No. 190-4] but this Offer was made on the same day - November 15, 2017 - that the Court ruled that there were no pending claims (going either way) by striking Kabala's counterclaim and giving his just-retained counsel until January 20, 2018 to "to file a counseled first amended counterclaim." See ECF No. 97 p. 1:20-23. As such, based on the timing of the Offer, when absolutely no live claims were pending, the Offer of Judgment was all but meaningless. It is well established in the Ninth Circuit that "in general, defendants making a Rule 68 offer contemplate a lump-sum judgment that represents their total liability." Nusom v. Cohm Woodburn, Inc., 122 F.3d 830, 833 (9th Cir. 1997) (emphasis added); see also Ginena v. Alaska Airlines, Inc., No. 2:04-CV-01304-MMD-CWH, 2013 U.S. Dist. LEXIS 91487 at *18 (D. Nev. June 27, 2013) ("an offer of judgment generally refers to the defendant's liability for the entire case, not only to the defendant's liability as alleged at the time the offer is made.") (emphasis added). It is equally well established that "any ambiguities will be construed against the offeror as the drafting party..." Herrington v. County of Sonoma, 12 F.3d 901, 907 (9th Cir. 1993).

Applying these principles to the matter at hand, Plaintiff's Offer is hopelessly unclear. First, Plaintiff, "offers to allow judgment to be taken against it by plaintiff for Five Thousand dollars". [ECF No. 190-4] (emphasis added). Since LHF is the plaintiff, this language is very ambiguous. Further, it is unclear whether LHF was offering entry of judgment on Kabala's thenstricken declaratory judgment and abuse of process counterclaims and/or on the affirmative claim LHF had threatened to refile? Was the \$5,000 intended to include or exclude attorneys' fees? If the former, by what mechanism is the Court intending to distinguish state law (abuse of process), which is not a fee-shifting statute, from the Copyright Act, which authorizes fees to a

On November 13, Attorney Jonathan Blum filed his appearance. [ECF No. 91.] That same day, Kabala filed his Motion to Extend Time to Amend Counterclaim [ECF No. 92] and in case that Motion was not granted, Leave to File Second Amended Complaint [ECF No. 93.] On November 15, the same day as the offer of judgment the Court granted Kabala's Motion to Extend Time and struck the First Amended Counterclaim he had filed the day prior. [ECF No. 97.]

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

prevailing Defendant? Neither the Offer on its face [ECF No. 190-4] nor the four-line description of same in Plaintiff's response [ECF No. 190 at 3:10-13.] provide any guidance to Kabala or the Court in this regard.² Finally, an offer of judgment served two days after Kabala's counsel made his initial appearance should be considered premature, as it did not provide sufficient time for counsel to evaluate the case and evidence to determine what a reasonable settlement would be.

Plaintiff also misapprehends the Court's August 24, 2018 orders, stating incorrectly that the Court "granted LHF's earlier pending motion to dismiss Kabala's declaratory judgment counter claim for lack of subject matter jurisdiction ... based on LHF's dismissal of its claims with prejudice..." The Court did no such thing. Rather, the Court granted Plaintiff's special motion to dismiss, and then dismissed Kabala's counterclaims with prejudice without explanation. [ECF No. 179 at 9:15-24.] Kabala subsequently filed a Motion for Reconsideration [ECF No. 187] and the Motion for an Award of Fees [ECF No. 184] addressed here. Tellingly, Plaintiff does not contest a single statement of fact set forth in Kabala's nearly eight-page Summary of Litigation [ECF No. 184 at 3:3 – 10:6] or mention the pending Motion for Reconsideration.

II. LEGAL ARGUMENT

LHF'S Initial Arguments Are Unsupported by Facts, Statute or Case Law.

Bizarrely, despite acknowledging that, "a defendant is a prevailing party following dismissal of a claim if the plaintiff is judicially precluded from refiling the claim against the defendant in federal court." [ECF No. 190 at 4:22-25 (emphasis added)] LHF argues – without

² LHF makes two more false statements by the end of page 3 of its Response. First, Attorney Austin suggests that he "learned Kabala had previously indicated a potential interest in settling the matter upon payment of \$20,000." [ECF No. 190 at 3:15-16.] Neither Kabala nor his counsel ever made this indication, or any indication of its kind, at any time. (Kabala Dec. ¶ 6.); (Declaration of Lisa L. Clay ("Clay Dec.") ¶ 3, attached hereto as Exhibit B.) Rather, LHF made a \$20,000 offer informally at some point in the Spring of 2018. Counsel has no record of such an offer because it was never formalized in writing and was rejected for failing to provide full recovery of attorneys' fees or the necessary declaration of non-infringement. (Clay Dec. ¶ 4.) Kabala has remained steadfast in his position that he did not want money (other than that necessary to pay his out-of-pocket costs and his attorneys); rather, he wanted a declaration of non-infringement. He wanted his name cleared, and he wanted LHF to be shown, through legal proceedings, to have wrongfully accused him. (Kabala Dec. ¶ 9.) The second statement – that LHF "having earlier ceased propounding any further discovery against Kabala," is also false: Plaintiff served a notice vacating the deposition of Kabala for the same reason depositions of other witnesses were vacated around that time: the parties wished to obtain a ruling on the pending Motion to Compel. (Clay Dec. ¶ 5.)

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

citation to case law and contrary to Kabala's detailed statement of facts - that, (1) "Kabala is not entitled to any fees as a prevailing party under the Copyright Act because LHF dismissed its claims before Kabala retained counsel ... and Kabala was not the prevailing party on his declaratory judgment claim," [ECF No. 190 at 4:12-14]³; (2) "the petition (sic) must actually have incurred such fees by having retained counsel to prevail on the copyright claim." [ECF No. 190 at 5:1-2.1; (3) Kabala also cannot have incurred any fees in connection with the conversion of the Court's granting of LHF's dismissal of its claims with prejudice on August 24, 2018." [ECF No. at 5:15-16.] This is nonsense. LHF's initial dismissal without prejudice did not judicially preclude it from refiling its claims, and Kabala was forced to retain counsel to obtain that remedy. Indeed, as LHF's counsel's own emails make clear [ECF No. 190-3; ECF No. 85 at 5 - 10], LHF continued to threaten Kabala with refiling its claims. [ECF No. 190-3 at 5.] Under this standard, LHF's initial dismissal was close to meaningless. Indeed, LHF continued to litigate - and acknowledged through use of a motion seeking to "convert" its original dismissal without prejudice to a dismissal with prejudice – that the original dismissal did not and could not end this litigation.4

Kabala does not seek fees as a prevailing party on his declaratory judgment claim, nor is he seeking fees for time "billed" prior to his having retained counsel. He is seeking attorneys' fees for the attorney time his counsel spent pushing Plaintiff to finally admit that it had no evidence and "throw in the towel," which took a great deal of attorney time and effort. Indeed, it was only through the work of counsel that LHF served Kabala with a Covenant Not To Sue (dated August 6, 2018) and sought an order from this Court converting its prior dismissal without

³ LHF cites to Wall Data Inc. v. Los Angeles Cty. Sheriff's Dep't in Section C of its Response claim i [ECF No. 190 at 6:11-17] to suggest that a prevailing party finding "require[es] the entry of a final judgment in favor of the petitioner claiming to be the 'prevailing party." This is another of LHF's lies. The pin cite to that case contains the following references to "prevailing party": "The Copyright Act provides for an award of reasonable attorneys' fees 'to the prevailing party as part of the costs."; [The Court] found that Wall Data was the prevailing party, even though Wall Data's ultimate recovery was less than that which it originally sought"; and "'The Plaintiff will ordinarily be regarded as the prevailing party if he succeeds at trial in establishing the defendant's liability even if the damages awarded are nominal or nothing."

⁴ On August 6, 2018, many months into heated discovery related primarily to the question of infringement raised by the Copyright claims, LHF finally relinquished the possibility of re-asserting its affirmative claims by serving a Covenant Not To Sue, coupled with its Motion to Voluntarily Dismiss with Prejudice its Claims Against Defendant Kabala [ECF No. 174].

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

prejudice (which did not provide Kabala prevailing party status) to a dismissal with prejudice. [ECF No. 174, Exhibit 1 thereto.] As stated in Kabala's original Motion, "[t]hat this came about when [Plaintiff] threw in the towel does not make [Kabala] less the victor than it would have been had the judge granted summary judgment or a jury returned a verdict in [his] favor." Riviera Distributors, Inc. v. Jones, 517 F.3d 926, 928 (7th Cir.2008).) [ECF No. 184 at 10:9 -22.]

This Court is Obligated to Follow the Ninth Circuit's Recent Holding in B. Glacier Films (USA), Inc. v. Turchin and Apply the Fogerty Factors.

The Ninth Circuit recently addressed the award of fees in the BitTorrent context, confirming that district courts should rely on a "nonexclusive list" - the so-called Fogerty factors - in making fee determinations: "frivolousness, motivation, objective unreasonableness (both in the factual and in the legal components of the case) and the need in particular circumstances to advance considerations of compensation and deterrence." Glacier Films (USA), Inc. v. Turchin, No. 16-35688, 2018 U.S. App. LEXIS 20521 at *8 (9th Cir. July 24, 2018) citing Fogerty v. Fantasy, 510 U.S. 517, 534 n. 19 (1994); see also Kirtsaeng v. John Wiley & Sons, Inc., 136 S. Ct. 1979, 1985 (2016). Inexplicably, LHF does not mention the Turchin case at all despite its status as binding precedent.

Rather, despite spending six pages discussing the Fogerty factors, Plaintiff does not cite to Turchin at all. Instead, LHF recites its same tired and unsupported position regarding the evidence [ECF No. 190 at 7:25-9:15] and instead of citing binding precedent, cites to (1) one 2003 non-BitTorrent Ninth Circuit case [Ets-Hoken, ECF No. 190 at 7:23]; (2) one non-BitTorrent Central District of California case [Giganews, Id. at 8:1-2];⁵ (3) one non-BitTorrent District of Arizona case involving default [Twentieth Century Fox Films Corp., Id. at 9:20-21]; (4) one non-BitTorrent District of Oregon case [Mestre, Id. at 10:5-8]; (5) two non-BitTorrent Supreme Court cases from 1954 and 1975, both superseded by statute but not reflected as such in Plaintiff's Response [Mazer and Twentieth Century Music Corp., Id. at 10:10-16]; (6) one non-

⁵ This is an exceedingly strange citation for this Plaintiff to rely upon given its holding: a five+ million dollar attorneys' fee award for a prevailing party defendant.

2

3

4

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

BitTorrent District of Massachusetts case [BMG Music Entm't, Id. at 10:19-20] (7) two non-BitTorrent district of Florida cases [Crosspointe and Luken, Id. at 10:23-25 and 11:7]6; (8) one non-BitTorrent District of Kansas case (Fred Riley Home Bldg. Corp., Id. at 11:27-28] and (9) four so-called "peer to peer infringement cases" where "the infringement occurred in the defendant's household." [ECF No. 190 at 11:24 – 28.]

Even if this Court wished to consider these cases, and the factual arguments made by Plaintiff and applied to these cases, its hands are tied. "Binding authority ... cannot be considered and cast aside; it is not merely evidence of what the law is. Rather, caselaw on point is the law." Hart v. Massanari, 266 F.3d 1155, 1170 (9th Cir. 2001) (emphasis added). Turchin is a reported opinion that is binding on all district courts in the Ninth Circuit and Fogerty is the law of the land. The See, e.g. Hernandez-Gutierrez v. United States Dist. Court (In re Zermeno-Gomez), 868 F.3d 1048, 1052 (9th Cir. 2017) ("Under our 'law of the circuit doctrine,' a published decision of [the Ninth Circuit] constitutes binding authority, 'which must be followed unless and until overruled by a body competent to do so.""); Newton v. Thomason, 22 F.3d 1455, (9th Cir. 1994) ("binding precedent for all courts is set only by the Supreme Court, and for the district court within a circuit, only by the court of appeals for that circuit (in the absence of Supreme Court authority"). For that reason, Kabala stands on the Fogerty analysis contained in his original brief and suggests that the analysis of those same factors in Plaintiff's Response must be disregarded in its entirety for failing to incorporate – indeed to so much as mention – binding precedent as set forth in *Turchin* and *Fogerty*.

Kabala's Attorneys' Fees are Related to Copyright Claims and Are C. Recoverable Under § 505.

LHF takes multiple additional bites at variations of the "fees relating to the declaratory judgment claims are not recoverable" apple in Sections E 2 and 3 of its response (which appear

⁶ LHF's only citation to a BitTorrent case involving fees to a prevailing party defendant is Malibu Media v. Pelizzo [ECF No. 11 at 8] a Florida District case with no precedential value here.

⁷ Also conspicuously absent from reference – but directly on point and known to Plaintiff's counsel – is the attorneys' fees ruling in Criminal Prods. v. Jenkins, No. 2:16-CV02704 JCM (PAL), 2018 U.S. Dist. LEXIS 2706 (D. Nev., March 29, 2018).

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

to be nearly identical) by suggesting that, "the only fees recoverable would be those incurred by counsel on behalf of Kabala in connection with the defense against LHF's copyright claims prior to the dismissal of such claims on July 26, 2017," [ECF No. 190 at 14:13-15.]; "Kabala did not incur litigation fees in connection with any copyright claim; [Id. at 14:24-25]; "no legal fees were ever expended in support of the declaratory judgment counterclaim" [Id. at 15:11-12]; "the only remaining claim in the case upon which defense could engage in any billable activity was the abuse of process claim." [*Id.* at 15:13-15].

The holding in Gonzales suggests otherwise: "a defendant is a prevailing party following dismissal of a claim if the plaintiff is judicially precluded from refiling the claim against the defendant in federal court." [ECF No. 190 at 4:20-25.] Kabala became a prevailing party by forcing Plaintiff to "throw in the towel." It is the work undertaken by counsel between November of 2017 and dismissal with prejudice in August of 2018 that forced that outcome. Plaintiff's attempts to suggest otherwise are unavailing.8

D. Kabala's Attorneys' Fees Are Sufficiently Specific.

Plaintiff's last-ditch effort is to claim without citation, and using eight cherry-picked billing entries, that counsel's billing records do not contain "the required accuracy and precision." [ECF No. 190 at 16:4-7.] This is a red herring. First, and most importantly, "a prevailing party 'is not required to record in great detail how each minute of his time was expended' ... The prevailing party ... need only 'identify the general subject matter of his time expenditures' to meet its burden..." Perfect 10, Inc. v. Giganews, No. CV 11-07098-AB (SHx), 2015 U.S. Dist. LEXIS 54063 at *15-16 (C.D. Cal., March 24, 2015). Said another way, "the request for attorney's fees should not result in a second major litigation." Kasza v. Browner, 932 F Supp. 254, 259 (D. Nev. 1996). Second, there is no basis for suggesting that "[a]ll entries redacting the subject of the entry are not recoverable." This case is still pending, and attorney/client communications needed to be redacted given the real possibility that this litigation

⁸ The timing of LHF's Covenant not to Sue and related motion is important. LHF did not submit its Covenant Not to Sue or file its Motion to Voluntarily Dismiss with Prejudice its Claims Against Defendant Kabala [ECF No. 174] until August, 2018, only after it was forced, in the face of a great deal of pressure from Kabala's counsel, to acknowledge that they had no evidence.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

28

will continue, whether based on the Court's reconsideration or one or more party's appeal. Third, counsel has, as Plaintiff suggests is required, "excluded as outside the scope of recoverable," all entries related to the anti-SLAPP motion. (See blue highlighted entries in LLC billing records, ECF No. 184-2.] Indeed, Kabala's counsel's collective total invoice totals over \$200,000, yet the amount requested here (including fees related to this reply) is barely over \$140,000.⁹

III. **CONCLUSION**

Counter-Plaintiff Brian Kabala respectfully renews his request that this Court grant him an award of costs in the amount of \$3,487.40 in costs and attorney fees in the amount of \$138,648 and any other relief this Honorable Court deems just and proper.

DATED this 9th day of October, 2018.

Kollesar & Leatham

By

Jonathan D. Blum, Esq. Melada Bar No. 009515

Kølesar & Leatham

4∅0 South Rampart Boulevard, Suite 400 Las Vegas, Nevada 89145

-and-

LISA L. CLAY, ESQ. - Pro Hac Vice Illinois Bar No. 6277257 345 North Canal Street Suite C202 Chicago, Illinois 60606-1333 Telephone: (312) 753-5302 Email: lclayaal@gmail.com

JOSEPH CURTIS EDMONDSON, ESQ. - Pro Hac Vice (California Bar No. 236105) EDMONDSON IP LAW, LAW OFFICES OF J. **CURTIS EDMONDSON, PLLC** 3699 NE John Olsen Ave. Hillsboro, Oregon 97124 Attorneys for Defendant/Counter-Plaintiff Brian Kabala

²⁷

⁹ Attorney Clay's time for this reply is incorporated into her declaration (Exhibit B). Attorney Blum spent approximately four hours on this reply but is not seeking those fees.

CERTIFICATE OF SERVICE

I hereby certify that I am an employee of Kolesar & Leatham, and that on the 9th day of October, 2018, I caused to be served a true and correct copy of foregoing COUNTER-PLAINTIFF'S REPLY IN SUPPORT OF MOTION FOR AWARD OF COSTS AND ATTORNEY FEES UNDER 17 U.S.C. § 505 [ECF NO.184] in the following manner:

(ELECTRONIC SERVICE) Pursuant to Rule 5-4 of the Local Rules of Civil Practice of the United States District Court for the District of Nevada, the above-referenced document was electronically filed on the date hereof and served through the Notice of Electronic Filing automatically generated by that Court's facilities.

An Employee of Kolesar & Leatham

EXHIBIT A

1	Jonathan D. Blum, Esq.			
2	Nevada Bar No. 009515			
	ERIC D. WALTHER, ESQ. Nevada Bar No. 13611			
3	KOLESAR & LEATHAM			
	400 South Rampart Boulevard, Suite 400			
4	Las Vegas, Nevada 89145 Telephone: (702) 362-7800			
5	Facsimile: (702) 362-9472			
_	E-Mail: jblum@klnevada.com			
6	<u>ewalther@klnevada.com</u> LISA L. CLAY, ESQ <i>Pro Hac Vice</i>			
7	Illinois Bar No. 6277257			
	345 North Canal Street Suite C202			
8	Chicago, Illinois 60606-1333			
9	Telephone: (312) 753-5302 Email: <u>lclayaal@gmail.com</u>			
	JOSEPH CURTIS EDMONDSON, ESQ Pro Hac Vice			
10	EDMONDSON IP LAW, LAW OFFICES OF J. CURTI	s Edmondson, PLLC		
11	3699 NE John Olsen Ave. Hillsboro, Oregon 97124			
• •	Telephone: (503) 336-3749			
12	Email <u>jcedmondson@edmolaw.com</u>			
13	Attorneys for Defendant/Counter-Plaintiff Brian Kabala			
13	UNITED STATES DI	STRICT COURT		
14				
15	DISTRICT OF NEVADA			
	* * *	k .		
16	LUE PRODUCTIONS INC. a Navada	CASE NO. 2:16-cv-02028		
17	LHF PRODUCTIONS, INC., a Nevada Corporation,	CASE NO. 2.10-CV-02028		
- '	Corporation,			
18	Plaintiff,	DECLARATION OF BRIAN		
19	vs.	KABALA, IN SUPPORT OF REPLY IN SUPPORT OF MOTION FOR		
	V 5.	COSTS AND FEES UNDER 17 U.S.C.		
20	AGUSTIN BERTOLIN, an individual; MARIA	§ 505		
21	GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual;			
-1	DANIEL O'CONNELL, an individual;			
22	DONALD PLAIN, an individual; DAVID			
23	POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an			
23	individual; AARON TAKAHASHI, an			
24	individual; and JOHN AND JANE DOES, 1-10,			
25	Defendants.			
26				
27	I. BRIAN KABALA declare that:			

2

3

4

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

- 1. I am an adult resident of the State of Nevada and the Defendant/Counter-Plaintiff in the above-referenced action. I make this declaration based on my recollection of the events described, and if called upon to testify as to statement made herein, can do so competently.
- 2. Attorney Charles Rainey repeatedly threatened me and claimed he had evidence that I had infringed his client's copyright. He initially demanded a minimum of \$4900 to settle this case but I explained to him several times that I had no interest in paying he or his client money for something I did not do.
- 3. Charles Rainey's declaration claims he offered to settle this case for \$50, and that all he asked me to do was provide proof of income. The only reference is I remember to \$50 was Rainey offering to give me \$50, but he said it in such a snide and joking manner I did not think he was serious. And he never asked me for proof of my income at any time.
- 4. I ask that the Court not forget that the November 2017 communications between me and Mr. Rainey are full of threats, both direct and indirect. I did not believe Mr. Rainey's communications to be good faith settlement negotiations. I perceived them as bullying rants.
- 5. I also ask that the Court not forget that prior communications with Mr. Rainey were also full of bullying rants. My prior declaration describing two of my conversations with him in July of 2017 is attached hereto as Exhibit 1.
- 5. Charles Rainey's declaration also claims that Mr. Rainey offered to pay my costs. While he did eventually make that offer, it was contingent on my agreement to a "talking to" with him in person, a condition that I would not agree to.
- 6. Attorney Austin's declaration suggests that he "learned" that I "had previously indicated an interest in settling this matter upon the payment of \$20,000." I have never expressed such an interest or given my counsel authority to do so on my behalf. Any settlement offer would have had to include a declaration of non-infringement and cover all of my attorneys' fees.
- 7. As I stated in my prior declaration, after Plaintiff dismissed its claim against me without prejudice, Attorney Rainey threatened me several times with re-filing LHF's claims. I assumed he was trying to bully me into dismissing my claims against LHF.
 - 8. As I stated in my prior declaration, I asked my new attorneys to refile abuse of

process claims on my behalf because I do not understand how a party can file litigation and then
refuse to produce the evidence upon which their claim is based. It has always bothered me that
LHF thought because I was pro se they could simply ignore my discovery and apparently
assumed that they could outsmart me because I did not have an attorney.

9. If LHF had been willing to enter a declaration of non-infringement in my favor I would have been willing to consider settlements that did not include large monetary amounts. At all times I have been ready, willing, and able to walk away from this litigation if my expenses and attorneys' fees were paid - as long as my name was cleared. I did not infringe and want a court order that says that. Similarly, if LHF had provided an Offer of Judgment that included these terms I would have considered it.

I, Brian Kabala, declare under penalty of perjury under the law of the United States of America that the foregoing is true and correct.

EXECUTED this 8^{+k} day of October, 2018.



Case 2:16-cv-02028-JAD-NJK Document 85 Filed 09/11/17 Page 5 of 27

EXHIBIT #1

Case 2:16-cv-02028-JAD-NJK Document 85 Filed 09/11/17 Page 6 of 27 Brian Kabala 1 4920 Holly Grove Drive 2 Las Vegas, Nevada 89130 3 4 5 6 7 UNITED STATES DISTRICT COURT 8 **DISTRICT OF NEVADA** 9) CASE NO.: 2:16-CV-02028-JAD-NJK LHF PRODUCTIONS, INC., 10 Plaintiff, 11 VS. 12 DONALD PLAIN, et al 13 Defendants. 14 BRIAN KABALA. 15 Counter-Claimant, 16 VS. LHF PRODUCTIONS, INC., 17 Counter-Defendant. 18 DECLARATION OF BRIAN KABALA IN SUPPORT OF RESPONSE TO MOTION FOR 19 RECONSIDERATION OF THE COURT'S ORDER [ECF NO. 80] 20 I. Brian Theodore Kabala, state as follows: 21 1. I am a Pro Se Defendant of the above captioned case. I am over the age of 21 years and 22 otherwise competent to make this affidavit. I have personal knowledge of each and every 23 fact stated herein. Each and every fact stated herein is true and correct. 24 2. On March 31, 2017 at 9:00 a.m., I met with Plaintiff LHF Production, Inc.'s Counsel "Mr. 25 Rainey" for the discovery conference. See Dkt. 40 at 2. Before leaving, Mr. Rainey 26 27 served me three sets of Discovery Requests. 28 1

- 3. On May 1, 2017, I served Plaintiff LHF Productions, Inc. ("LHF") "Brian Kabala's First Set of Requests for Admission upon Plaintiff LHF Productions" in proper person as set forth in my Certificate of Service attached to Dkt. 74. On that same day, I had also served "Defendant Kabala's First Set of Interrogatories upon Plaintiff LHF Productions" and "Defendant Kabala's First Set of Requests for Production upon Plaintiff LHF Productions" to LHF. See Exhibits #2 and #3.
- 4. Also on May 1, 2017, I served three responses to LHF's discovery requests detailed in ¶
 2. See Exhibits #4 #6 for the certification and certificate of service of each response.
- 5. On May 6, 2017, I sent Mr. Rainey an E-mail regarding the service of Requests for Production (See ¶ 2), answers to LHF's Requests for Production (See ¶ 3) and more documents which were later served on May 8, 2017. This E-mail also inquired about any proposed dismissals by LHF. See Exhibit #7. After it was sent, I received an automated E-mail that stated a change in E-mail address for Mr. Rainey and also stated he "will still receive the message." This E-mail is also attached in Exhibit #7.
- On June 16, 2017 at around 4:00 p.m., I served LHF "Brian Kabala's Second Set of Requests for Admission upon Plaintiff LHF Productions" in proper person as set forth in my Certificate of Service attached to Dkt. 74.
- 7. Also on June 16, 2017 at around 4:00 p.m., I served LHF "Defendant Brian Kabala's Amended Response To Order To Show Cause And Memorandum Of Law in Support Of Defendant Brian Kabala's Amended Response To Order To Show Cause"
- 8. When I arrived at the Rainey Legal Group at that date and time in ¶'s 6 and 7, I asked a man and a woman behind the front desk if Mr. Rainey or anyone affiliated with Hamrick 8 Evans, LLP was currently in the office. They informed me Mr. Rainey had left about an hour ago and no one else was there with Hamrick & Evans, LLP. I asked these same people if Mr. Rainey had an inbox I could place the documents I had to serve. They said they didn't know about that. They also wouldn't accept the filings on his behalf, although they told me they would let Mr. Rainey know I had served him. Left with no other options,

Case 2:16-cv-02028-JAD-NJK Document 85 Filed 09/11/17 Page 8 of 27

I ended up slipping the two filings I had to serve underneath his office door. I had personally served previous filings to him in that office.

- 9. On July 20, 2017 at 11:09 a.m., I spoke to Mr. Rainey for 14 minutes. During this call I inquired about resolving my Counterclaims and LHF's responses to my Requests for Production. Mr. Rainey informed me he and "the national counsel" decided not answer my discovery requests due to their decision to dismiss me. Some of the other statements Mr. Rainey made during this conversation weren't exactly professional. For instance, when I told him about my PACER fees (\$1,000 at the time), he said I was obsessed with this case.
- 10. During this same call, I had also specifically told him about how I served the Second Set of Requests for Admission. I informed him I slipped them underneath his office door since the man and the woman in the front wouldn't receive them and I couldn't find an inbox for him. Mr. Rainey said those people in the front were new tenants and he knew them. He also told me about how he owned that office building and would be moving out of it in a month or so. Because of this, I started serving filings to the office at 7670 W. Lake Mead Blvd again.
- 11. After this conversation, I had intended to file a Motion to Deem Facts Admitted on July 24, 2017. I couldn't make it to the Court on that day or the two following days.
- 12. I spoke to Mr. Rainey again on July 26, 2017 at 9:15 AM for 11 minutes. During this conversation, we discussed LHF's final offer to resolve my counterclaims and the conditions of that offer. One of the conditions was that I would have to sign a declaration stating Mr. Rainey didn't engage in any coercive conduct. Mr. Rainey said he would prepare that declaration for me and it would, in effect, alleviate any suspicions the Court had regarding himself, LHF and the whole "orders to show cause" ordeal. We also discussed the possibility of me being dismissed with prejudice. I said I would consider Mr. Rainey's final offer.
- 13. At no point during the conversations I had with Mr. Rainey on the 20th and 26th of July, did I ever conclusively agree with what Mr. Rainey was proposing.

Case 2:16-cv-02028-JAD-NJK Document 85 Filed 09/11/17 Page 9 of 27

14. Given the fact that I was dismissed without prejudice (See Dkt. 72.), LHF had threatened to re-file against me (see Dkt. 59 at 6), I had already made the Motion to Deem Facts Admitted and didn't feel comfortable signing a declaration drafted by the opposing Counsel, I made the decision to file the Motion on the following day.

15. I didn't engage in any "nefarious" plot in relation to filing Dkts. 73 and 74. I sought compensation for the damages I've incurred (including \$1,100 in PACER fees so far), but, most of all, I wanted my name cleared. What being dismissed without prejudice means to me is that there was no conclusion to the claims brought against me and LHF could re-file with those same claims, to which I have argued lack truth and merit. I could think of no other course of action that would absolve my name better than a judgement declaring I didn't infringe London Has Fallen.

Dated this 11th of September, 2017.

Respectfully submitted,

Brian Kabala

Case 2:16-cv-02028-JAD-NJK Document 199 Filed 10/09/18 Page 21 of 31

EXHIBIT B

	JONATHAN D. BLUM, ESQ. Nevada Bar No. 009515	
2	KOLESAR & LEATHAM	
	400 South Rampart Boulevard, Suite 400	
3	Las Vegas, Nevada 89145	
4	Telephone: (702) 362-7800 Facsimile: (702) 362-9472	
_	E-Mail: jblum@klnevada.com	
5	LISA L. CLAY, ESQ Pro Hac Vice	
	Illinois Bar No. 6277257	
6	345 North Canal Street Suite C202	
7	Chicago, Illinois 60606-1333 Telephone: (312) 753-5302	
′	Email: lclayaal@gmail.com	
8	JOSEPH CURTIS EDMONDSON, ESQ Pro Hac Vice	(California Bar No. 236105)
	EDMONDSON IP LAW, LAW OFFICES OF J. CURT	
9	3699 NE John Olsen Ave.	
10	Hillsboro, Oregon 97124	
10	Telephone: (503) 336-3749 Email <u>jcedmondson@edmolaw.com</u>	
11	Attorneys for Defendant/Counter-Plaintiff	
	Brian Kabala	
12	UNITED STATES D	ISTRICT COURT
13	DISTRICT O	F NEVADA
13	DISTRICT OF	T NE VADA
14	**	*
	LIVE DE ORIGINALIS DIG. N. I	
15 l	LLHEPRODUCTIONS INC a Nevada	CASE NO 2:16-cy-020
15	LHF PRODUCTIONS, INC., a Nevada Corporation,	CASE NO. 2:16-cv-020
15 16	Corporation, Plaintiff,	CASE NO. 2:16-cv-020
16	Corporation,	DECLARATION OF 1
	Corporation, Plaintiff, vs.	DECLARATION OF I
16 17	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTION
16	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA,	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A
16 17	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual;	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A
16 17 18	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20 21 22	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20 21	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an individual; and JOHN AND JANE DOES, 1-10, Defendants.	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20 21 22 23	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an individual; and JOHN AND JANE DOES, 1-10,	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20 21 22	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an individual; and JOHN AND JANE DOES, 1-10, Defendants. BRIAN KABALA, an individual,	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20 21 22 23	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an individual; and JOHN AND JANE DOES, 1-10, Defendants.	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20 21 22 23 24 25	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an individual; and JOHN AND JANE DOES, 1-10, Defendants. BRIAN KABALA, an individual,	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20 21 22 23 24	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an individual; and JOHN AND JANE DOES, 1-10, Defendants. BRIAN KABALA, an individual, Counter-Plaintiff, vs.	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20 21 22 23 24 25 26	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an individual; and JOHN AND JANE DOES, 1-10, Defendants. BRIAN KABALA, an individual, Counter-Plaintiff, vs. LHF PRODUCTIONS, INC., a Nevada	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U
16 17 18 19 20 21 22 23 24 25	Corporation, Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an individual; and JOHN AND JANE DOES, 1-10, Defendants. BRIAN KABALA, an individual, Counter-Plaintiff, vs.	DECLARATION OF I ESQ. IN SUPPORT O SUPPORT OF MOTIO AWARD OF COSTS A ATTORNEY FEES U

CASE NO. 2:16-cv-02028-JAD-NJK

DECLARATION OF LISA L. CLAY, ESQ. IN SUPPORT OF REPLY IN SUPPORT OF MOTION FOR AWARD OF COSTS AND **ATTORNEY FEES UNDER** 17 U.S.C. § 505

TEL: (702) 362-7800 / FAX: (702) 362-9472

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

DECLARATION OF LISA L. CLAY, ESQ. IN SUPPORT OF REPLY IN SUPPORT OF MOTION FOR AWARD OF COSTS AND ATTORNEY FEES UNDER 17 U.S.C. § 505

I, LISA L. CLAY, ESQ., declare that:

- I am an attorney licensed in Illinois, Washington and Washington D.C. I have been practicing law since 2002. I represent Defendant Brian Kabala pro hac vice in the abovereferenced matter. I make these statements upon my personal knowledge of the facts stated herein.
- 2. I incorporate all prior representations in my prior declaration in support of my client's Motion for an Award of Costs and Attorney Fees Under 17 U.S.C. § 505 hereto.
- 3. Attorney Austin states in his declaration that he "learned Kabala had previously indicated a potential interest in settling the matter upon payment of \$20,000." My client has never asked me to extend such an offer, and no such offer was made. My client has been unequivocal in that the thing he wanted most from this litigation was to clear his name. No meaningful settlement discussions have ever taken place in this case because Plaintiff has always refused to discuss that condition.
- 4. I do recall learning from my local counsel at some point in the Spring of 2018 that Attorney Austin had called Jon Blum and asked whether Mr. Kabala would dismiss his claims in exchange for \$20,000. Because our fees by that point were well in excess of that amount and there was no mention of the requisite declaration of non-infringement, there were no further discussions regarding that issue.
- 5. Attorney Austin misrepresents the reason Mr. Kabala's deposition was vacated. As the letter attached as **Exhibit 1** explains, all depositions scheduled for around that time were vacated because the parties wished to obtain a ruling on the pending Motion to Compel.

24 /// 25 ///

26 ///

27

6. My additional billing drafting this reply brief is as follows:

Time unbilled for purposes of fee petition

Administrative Time unbilled for purposes of fee petition

Costs incurred but not sought (LR 54-11)

DED A OPTONI	C A /C11	.4 .44 .4	• .•
	ot Attornou// Hight c	r other privilege	Laammiiniaatian
NIMAGINA	of Attorney/Client o	n omei bitviesed	i communication

September 6	3.4	\$1360.00	Review response brief (.5); review,
	Lexis 1.5 at \$75/hr	\$112.50	analyze and distinguish case law cited by Counter-Defendant in response brief (2.3); begin outlining reply brief arguments (.6)
September 7	7.2	\$2880.00	Continue outlining reply brief
	Lexis .5 at \$75/hr	\$37.50	arguments (.5); draft reply (2.9); review and edit same (.5); continue drafting reply (2.1); t/c with client (.4); research regarding binding precedent, untimeliness and other reply issues (.5); continue drafting (.3)
September 8	4.9	\$1960.00	Continue research regarding standard
	[3]	[-\$120.00]	for fees, appellate deference and other reply issues (.8); incorporate legal
	[3]	[-\$120.00]	research into draft reply (.7); draft
	Lexis .8 @\$75/hr	\$60.00	declaration (.4); draft response to objection to Edmondson bill of costs (.8); emails with local counsel regarding drafts (.2); emails and attempted calls with opposing counsel regarding requested stipulation regarding extension to respond to motion for reconsideration (.3); review and finalize reply brief to incorporate local counsel edits (.9) t/c with local counsel regarding drafts (.3); emails with local counsel regarding final edits (.2); create billing regarding reply time (.3)
September 9	.6	\$240.00	Prepare exhibits, finalize reply and declarations for filing (.3); emails with local counsel regarding same (.2)
Additional Billing Relating to Reply	16.1	\$6440.00	
Writeoffs	[1.2]	[\$600.00]	
Additional Fees Requested		\$5960.00	

I, Lisa L. Clay, declare under penalty of perjury under the law of the United States of America that the foregoing is true and correct.

EXECUTED this 9th day of October, 2018.

/s/ Lisa L.	Clay, Esq.
LISA. L.	CLAY, ESO

EXHIBIT 1

EXHIBIT 1

LISA L. CLAY, ATTORNEY AT LAW

345 N. CANAL STREET, SUITE C202 CHICAGO, IL 60606 312.753.5302/630.456.4818

2100 MANCHESTER ROAD, SUITE 942
WHEATON, IL 60187
Iclayaal@gmail.com

March 14, 2018

VIA EMAIL ONLY

Charles C. Rainey, Esq. Hamrick & Evans LLP 7670 W. Lake Mead Blvd., Ste. 140 Las Vegas, NV 89128

Charles C. Rainey Hamrick & Evans, LLP 2600 West Olive Avenue, Suite 1020 Burbank, CA 91505

J. Christopher Austin Weide & Miller, Ltd. 10655 Park Run Drive, Suite 100 Las Vegas, NV 89144

Re: LHF v. Kabala, Case No. 17 cv 2028

Dear Messrs. Rainey and Austin:

On March 7, 2017, Charles Rainey, Chris Austin, Jon Blum, Curt Edmondson and the undersigned conducted a lengthy meet and confer telephone conference. Counsel for Counter-Plaintiff Brian Kabala made numerous representations under the impression that the Court was in possession of a fully-briefed motion to compel. Counsel's representations during that call were premised on the idea that there was a likelihood that the motion to compel would be resolved on or before April 9, 2017, the date which the parties hereto discussed taking the deposition of Daniel Arheidit. During that conference the parties also discussed taking the deposition of Mr. Kabala on April 10 and Jonathan Yunger on April 11.

During or prior to that call I asked that Mr. Rainey previously-produced documents in an organized and bates labeled form. He has not done so. During our call I asked that Mr. Rainey review proposed redlines to his protective order so that we can present an agreed version to the court. He has not done so. During our call I asked that Mr. Rainey or his expert provide a suggested protocol for the review of Mr. Kabala's hard drive. He has not done so.

Furthermore, on March 9, 2018 the undersigned learned that Counter-Defendant had not yet provided the Court with a courtesy copy of their response to Plaintiff's Motion to Compel. (See ECF No. 131). On March 12, 2018 the Court had still not received the requested courtesy copy (See ECF No. 132). We presume that a courtesy copy was delivered today, as there was no minute order addressing this issue. Unfortunately, these delays all but guarantee the motion to compel will not be addressed in sufficient time to go forward with the depositions as discussed during our meet and confer. I intended to advise you of our request that the depositions be rescheduled by early afternoon yesterday, but other matters prevented me from doing so.

Page 2

Instead of engaging in the follow-up suggested above, at approximately 6:12 p.m. CST yesterday my local counsel called to advise me that Mr. Austin had called him a few moments prior to discuss the deposition of Mr. Kabala. Despite being advised that in order for Mr. Kabala's deposition to proceed Counter-Defendant's counsel would need to address the hard drive issues directly with Attorney Edmondson; despite knowing that both Attorney Edmondson and Attorney Clay will have to travel for this deposition; and despite knowing that Mr. Blum is local counsel and not a substantive decision maker in this matter, Mr. Austin called Mr. Blum instead of me or Attorney Edmonson to suggest that the deposition of Mr. Kabala should proceed on April 10. I spoke with Mr. Blum only minutes after that call and suggested that I would call Mr. Austin to advise him of Counter-Plaintiff's counsel's position that we will not be producing any witnesses or taking any depositions (a notice to vacate for Mr. Arheidt in enclosed) until the motion to compel has been addressed. I left a message for Mr. Austin that he ignored. I emailed Mr. Austin my cell phone number and asked him to call me. He ignored that request. Instead he sent a notice of deposition for Mr. Kabala, and then also ignored my request that he contact me to discuss the notice.

Mr. Austin called me earlier today and first suggested that he did not want to call me after hours and that was the reason for not responding to my requests for a return call, but then suggested that he had in fact called my cell phone from his office (although my phone has no record of such a call). I terminated the call abruptly after he repeatedly interrupted me and suggested when I asked him to please stop doing so that he was "trying to help me."

Our position is very simple. There is a pending motion to compel that needs to be resolved before any depositions take place. We cannot prepare for these depositions adequately and thoroughly without viewing Plaintiff's electronic data: the PCAP(s), the ".torrent" file, the depository copy of the work, the copy used by the investigators to make the comparison, and a copy of the work that your "investigators" claim was the basis for this lawsuit and all other electronic evidence that is subject to the motion to compel. Furthermore, there is now an additional discovery request (served March 9, 2018) that will need to be answered in full before the depositions of Arheidit, Yunger or anyone else go forward.

If we do not receive a notice to vacate the deposition notice that was sent yesterday by close of business tomorrow will get our motion for protective order on file promptly. Mr. Edmondson or the undersigned, rather Attorney Blum, should be contacted directly to discuss any matters of substance regarding discovery requests or responses or deposition scheduling.

Sincerely,

/s/ Lisa L. Clay

cc: Jonathan D. Blum J. Curtis Edmondson client

1 2 3 4 5 6 7 8	JONATHAN D. BLUM, ESQ. Nevada Bar No. 009515 ERIC D. WALTHER, ESQ. Nevada Bar No. 13611 KOLESAR & LEATHAM 400 South Rampart Boulevard, Suite 400 Las Vegas, Nevada 89145 Telephone: (702) 362-7800 Facsimile: (702) 362-9472 E-Mail: jblum@klnevada.com ewalther@klnevada.com -and- LISA L. CLAY, ESQ Pro Hac Vice Illinois Bar No. 6277257 345 North Canal Street Suite C202			
9 10	Chicago, Illinois 60606-1333 Telephone: (312) 753-5302 Email: lclayaal@gmail.com			
11	Attorneys for Defendant/Counter-Plaintiff Brian Kabala UNITED STATES D	ISTRICT COURT		
12	UNITED STATES DISTRICT COURT DISTRICT OF NEVADA			
13 14	**	*		
15	LHF PRODUCTIONS, INC., a Nevada Corporation,	CASE NO. 2:16-cv-02028-JAD-NJK		
16 17 18 19 20 21 22 23 24 25 26 27	Plaintiff, vs. AGUSTIN BERTOLIN, an individual; MARIA GONZALEZ, an individual; BRIAN KABALA, an individual; JOHN KOEHLY, an individual; DANIEL O'CONNELL, an individual; DONALD PLAIN, an individual; DAVID POOR, an individual; ANTE SODA, an individual; MATTHEW STEWART, an individual; AARON TAKAHASHI, an individual; and JOHN AND JANE DOES, 1-10, Defendants. BRIAN KABALA, an individual, Counter-Plaintiff, vs. LHF PRODUCTIONS, INC., a Nevada Corporation,	NOTICE VACATING THE DEPOSITION OF DANIEL ARHEIDT Date: March 5, 2018/April 9, 2018 Time: 9:00 a.m.		
27	Counter-Defendants.			

Case 2:16-cv-02028-JAD-NJK Document 199 Filed 10/09/18 Page 30 of 31

400 S. Rampart Boulevard, Suite 400 Las Vegas, Nevada 89145 TEL: (702) 362-7800 / FAX: (702) 362-9472

KOLESAR & LEATHAM

NOTICE VACATING	THE DEPOSITION OF	RENIAMIN PERINO
NOTICE VACATING	THE DEFOSITION OF	DENJAMIN FERINU

Please take notice that Counter-Plaintiff, BRIAN KABALA vacates the deposition of Daniel Arheidt scheduled for March 5, 2018 and later rescheduled without formal amendment to April 9, 2018 at 9:00 a.m.

DATED this 14th day of March, 2018.

KOLESAR & LEATHAM

By	/s/ Lisa L. Clay
	JONATHAN D. BLUM, ESQ.
	Nevada Bar No. 009515
	ERIC D. WALTHER, ESQ.
	Nevada Bar No. 13611
	KOLESAR & LEATHAM
	400 South Rampart Boulevard, Suite 400
	Las Vegas, Nevada 89145

-and-

LISA L. CLAY, ESQ. - *Pro Hac Vice* Illinois Bar No. 6277257
345 North Canal Street Suite C202 Chicago, Illinois 60606-1333
Telephone: (312) 753-5302
Email: lclayaal@gmail.com

Attorneys for Defendant/Counter-Plaintiff Brian Kabala

Case 2:16-cv-02028-JAD-NJK Document 199 Filed 10/09/18 Page 31 of 31

KOLESAR & LEATHAM 400 S. Rampart Boulevard, Suite 400 Las Vegas, Nevada 89145 TEL: (702) 362-7800 / FAX: (702) 362-9472

1

2

3

4

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

CERTIFICATE OF SERVICE

	I	here	by c	certify that	I am o	ne	e of the	atto	orne	ys of re	co	rd in	the a	above m	atter, a	and tha	t or
the	20 th	day	of	February,	2018	Ι	caused	to	be	served	a	true	and	correct	copy	NOT	CE
VA	VACATING THE DEPOSITION OF DANIEL ARHEIDT in the following manner:																

(EMAIL) By emailing a copy of the above-referenced document as a PDF to email addresses for Charles Rainey and J. Christopher Austin.

(UPS) By sending via United Parcel Service, ground service, on March 14, 2018, a copy of the above-referenced document, fully prepaid, and addressed to the following:

Charles C. Rainey, Esq. Hamrick & Evans LLP 7670 W. Lake Mead Blvd., Ste. 140 Las Vegas, NV 89128

Charles C. Rainey Hamrick & Evans, LLP 2600 West Olive Avenue, Suite 1020 Burbank, CA 91505

J. Christopher Austin Weide & Miller, Ltd. 10655 Park Run Drive, Suite 100 Las Vegas, NV 89144

/s/ Lisa L. Clay